

REVISED

2016-29W/S

Post Office Box 1028 Beaufort, S.C. 29901-1028

(843) 982-0405 fax: 982-0707

HARBOR ISLAND UTILITIES, INC.

May 25, 2018

The Honorable Jocelyn G. Boyd Chief Clerk/Administrator Public Service Commission of SC 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re: Harbor Island Utilities, Inc.

Dear Ms. Boyd:

When the Public Service Commission of South Carolina approved our current rates on February 1, 2017 (Docket No. 2016-29-WS – Order No. 2017-80(A)), it included a provision in the Schedule of Settlement Rates and Charges that allows us to pass through rate increases we incur.

We purchase our water from the Beaufort-Jasper Water & Sewer Authority (BJWSA) through a line owned by the Fripp Island Public Service District (FIPSD). We recently received a notice from BJWSA stating that our water cost will increase by \$0.08 (84) per thousand gallons effective July 1, 2018. Additionally, we received a notice from the FIPSD that the transportation fee will increase by \$0.01 (1¢) per thousand gallons effective July 1, 2018. Please see the enclosed copies of those letters. The combined increases will be \$0.09 (9¢) per thousand gallons. For a household that uses 250 gallons of water per day, the combined increase would be approximately \$0.68 (68¢) per month.

Per the approved tariff, Harbor Island Utilities, Inc. (HIU) hereby notifies the PSC of the slight rate increase.

HIU plans to notify customers with the next billing of the pending increase. A draft copy of that notice also is enclosed.

A Letter to Ms. Jocelyn G. Boyd PSCSC May 25, 2018 Page 2

Please let me know if you need any additional information.

Sincerely,

Robert G. Gross

President

Enclosures

Copy of Letter from BJWSA dated May 21, 2018 Copy of Letter from FIPSD dated May 25, 2018 Draft Letter to HIU Customers

I & Gross

Copy: The Honorable Nanette S. Edwards, Acting Executive Director, Office of Regulatory Staff (w/enclosures)

Post Office Box 1028 Beaufort, S.C. 29901-1028

(843) 982-0405 fax: 982-0707

June 11, 2018

Dear Harbor Island Utilities Customer:

When the Public Service Commission of South Carolina approved our current rates in January 2017, they included a provision that allows us to pass through rate increases we incur.

We purchase our water from the Beaufort-Jasper Water & Sewer Airthority (BJWSA) through a line owned by the Fripp Island Public Service District (FIPSD). We recently received a notice from BJWSA stating that our water cost will increase by \$0.08 (8¢) per thousand gallons effective July 1, 2018. We also received a notice from the FIPSD that the transportation fee will increase by \$0.01 (1¢) per thousand gallons effective July 1, 2018. The combined increases will be \$0.09 (9¢) per thousand gallons.

Accordingly, we are notifying you that your water rates will increase from \$5.47 per thousand gallons to \$5.56 per thousand gallons. For a household that uses 250 gallons of water per day, the combined increase would be approximately \$0.68 (684) per month.

We anticipate that these changes will become effective July 1, 2018 and that you will see thin the bill you receive in mid-August.

Please call with any questions (843) 982-0405.

Sincerely

Robert G. Gross

President